Exhibit R-2, RDT&E Budget Item Justification: PB 2012 Army										DATE: February 2011	

APPROPRIATION/BUDGET ACTIVITY
2040: *Research, Development, Test & Evaluation, Army*
BA 5: *Development & Demonstration (SDD)*

R-1 ITEM NOMENCLATURE
PE 0604822A: *General Fund Enterprise Business System (GFEBS)*

COST ($ in Millions)	FY 2010	FY 2011	FY 2012 Base	FY 2012 OCO	FY 2012 Total	FY 2013	FY 2014	FY 2015	FY 2016	Cost To Complete	Total Cost
Total Program Element	23.712	13.576	0.794	-	0.794	0.808	0.814	0.789	0.742	Continuing	Continuing
GF5: *GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)*	23.712	13.576	0.794	-	0.794	0.808	0.814	0.789	0.742	Continuing	Continuing

A. Mission Description and Budget Item Justification

The General Fund Business Enterprise System (GFEBS) is a Major Automated Information System (MAIS) program and is in the developmental phase. It will follow the DoD Business Enterprise Architecture which is aligned to the mandated Federal Enterprise Architecture. GFEBS was implemented to fulfill the needs and comply with the Federal Financial Management Improvement Act (FFMIA), The Chief Financial Officers Act of 1990, the Government Performance and Results Act of 1993, the Government Management Reform Act of 1994, and the Clinger-Cohen Act of 1996 and to fulfill the stated mission of the Assistant Secretary of the Army for Financial Management and Comptroller (ASA(FM&C). GFEBS will replace financial systems operating in excess of 30 years like the Standard Finance Systems (STANFINS) and other costly feeder systems which do not allow the Department of Defense (DoD) or the U.S. government to achieve an unqualified opinion on its financial statements. GFEBS will become the Department of the Army's new core financial management system for administering its General Fund. GFEBS will be a commercial off-the-shelf (COTS) Enterprise Resource Planning (ERP) system that is certified by the Chief, Financial Officer Council (CFOC) and provides the six core financial functions. GFEBS will allow tactical commanders to make informed decisions on a virtually real time system.

On 1 October 2008, GFEBS Release 1.2 was successfully implemented to the Fort Jackson Garrison, Defense Finance Accounting Service (DFAS) Indianapolis, Indiana and several other organizations. It is a viable and operational system with positive feedback from the field. On 1 April 2009 GFEBS Release 1.3 was successfully implemented to Release 1.2 locations as well as Fort Benning, Fort Stewart, DFAS Rome and several other organizations. Release 1.4 was successfully deployed to Waves 1 & 2 (October 09 and April 10 respectively) in FY10.

FY11 is the last year for development costs for Increment I of the GFEBS financial and asset accounting management system. This final phase of development supports Release 1.4, encompasses the development and testing of Reports, Interfaces, Conversions, Extensions (RICE) objects for Debt Management, Federated, Foreign Military Sales (FMS), Logistics Modernization Program (LMP) and Global Command and Control System, Army (GCSS,A).

FY12 Base development dollars in the amount of $0.547 million supports the development of Procure to Pay (P2P).

Exhibit R-2, **RDT&E Budget Item Justification:** PB 2012 Army	**DATE:** February 2011
APPROPRIATION/BUDGET ACTIVITY 2040: *Research, Development, Test & Evaluation, Army* BA 5: *Development & Demonstration (SDD)*	**R-1 ITEM NOMENCLATURE** PE 0604822A: *General Fund Enterprise Business System (GFEBS)*

B. Program Change Summary ($ in Millions)	FY 2010	FY 2011	FY 2012 Base	FY 2012 OCO	FY 2012 Total
Previous President's Budget	23.777	-	0.547	-	0.547
Current President's Budget	23.712	13.576	0.794	-	0.794
Total Adjustments	-0.065	13.576	0.247	-	0.247
• Congressional General Reductions		-			
• Congressional Directed Reductions		-			
• Congressional Rescissions	-	-			
• Congressional Adds		-			
• Congressional Directed Transfers		-			
• Reprogrammings	-	-			
• SBIR/STTR Transfer	-	-			
• Other Adjustments 1	-0.065	13.576	0.247	-	0.247

Exhibit R-2A, RDT&E Project Justification: PB 2012 Army		DATE: February 2011

APPROPRIATION/BUDGET ACTIVITY 2040: *Research, Development, Test & Evaluation, Army* BA 5: *Development & Demonstration (SDD)*	R-1 ITEM NOMENCLATURE PE 0604822A: *General Fund Enterprise Business System (GFEBS)*	PROJECT GF5: *GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)*

COST ($ in Millions)	FY 2010	FY 2011	FY 2012 Base	FY 2012 OCO	FY 2012 Total	FY 2013	FY 2014	FY 2015	FY 2016	Cost To Complete	Total Cost
GF5: *GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)*	23.712	13.576	0.794	-	0.794	0.808	0.814	0.789	0.742	Continuing	Continuing
Quantity of RDT&E Articles											

A. Mission Description and Budget Item Justification

The General Fund Business Enterprise System (GFEBS) is a Major Automated Information System (MAIS) program and is in the Production & Deployment/ Operations and Support Phase. It will follow the DoD Business Enterprise Architecture which is aligned to the mandated Federal Enterprise Architecture. GFEBS was implemented to fulfill the needs and comply with the Federal Financial Management Improvement Act (FFMIA), The Chief Financial Officers Act of 1990, the Government Performance and Results Act of 1993, the Government Management Reform Act of 1994, and the Clinger-Cohen Act of 1996 and to fulfill the stated mission of the Assistant Secretary of the Army for Financial Management and Comptroller (ASA(FM&C). GFEBS will replace financial systems operating in excess of 30 years like the Standard Finance Systems (STANFINS) and other costly feeder systems which do not allow the Department of Defense (DoD) or the U.S. government to achieve an unqualified opinion on its financial statements. GFEBS will become the Department of the Army's new core financial management system for administering its General Fund. GFEBS will be a commercial off-the-shelf (COTS) Enterprise Resource Planning (ERP) system that is certified by the Chief, Financial Officer Council (CFOC) and provides the six core financial functions. GFEBS will allow tactical commanders to make informed decisions on a virtually real time system.

On 1 October 2008, GFEBS Release 1.2 was successfully implemented to the Fort Jackson Garrison, Defense Finance Accounting Service (DFAS) Indianapolis, Indiana and several other organizations. It is a viable and operational system with positive feedback from the field. On 1 April 2009 GFEBS Release 1.3 was successfully implemented to Release 1.2 locations as well as Fort Benning, Fort Stewart, DFAS Rome and several other organizations. On 1 October 2009 GFEBS Release 1.4 was successfully implemented incompassing all of Release 1.2/1.3 sites. GFEBS is expected to receive its Full Deployment Decision Review (FDDR) in January 2010 for Release 1.3 deployment.

FY11 Base development dollars in the amount of $13.576 million supports the development and testing of Report, Interfaces, Conversions, and Extensions (RICE) in support of the remaining Release 1.4 releases. Army has made the determination that RDTE was best suited for ongoing software development costs. OSD revalidated and approved GFEBS funding at Milestone B/C and added additional RDTE development and test requirements from the previous President's Budget submission.The GFEBS Full Deployment Decision Review (FDDR) Army Cost Position (ACP), approved in October 2009, supports this request.

FY12 Base development dollars in the amount of $0.547 million supports the development of Procure to Pay (P2P).

B. Accomplishments/Planned Programs ($ in Millions, Article Quantities in Each)	FY 2010	FY 2011	FY 2012
Title: Product Development	17.939	13.576	0.794
Articles:	0	0	

Exhibit R-2A, RDT&E Project Justification: PB 2012 Army		DATE: February 2011
APPROPRIATION/BUDGET ACTIVITY 2040: *Research, Development, Test & Evaluation, Army* BA 5: *Development & Demonstration (SDD)*	**R-1 ITEM NOMENCLATURE** PE 0604822A: *General Fund Enterprise Business System (GFEBS)*	**PROJECT** GF5: *GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)*

B. Accomplishments/Planned Programs ($ in Millions, Article Quantities in Each)	FY 2010	FY 2011	FY 2012
Description: Funding is provided for the following effort **FY 2010 Accomplishments:** continue development of Release 1.4 Reports, Interfaces, Conversions, Extensions (RICE) objects. **FY 2011 Plans:** finalize development of Release 1.4 Reports, Interfaces, Conversions, Extensions (RICE) objects for Debt Management, Federated, Foreign Military Sales (FMS), Logistics Modernization Program (LMP) and Global Command and Control Systems, Army (GCSS,A). **FY 2012 Plans:** continue development of the Procure to Pay (P2P) system.			
Title: Project Management ⟶ **Articles:** **Description:** Funding is provided for the following effort **FY 2010 Accomplishments:** continue development of acquisition documentation and support of test and evaluation activities.	2.714 0	- 	-
Title: Test and Evaluation ⟶ **Articles:** **Description:** Funding is provided for the following effort **FY 2010 Accomplishments:** support of the Release 1.3 and Release 1.4 Developmental Test and Evaluation. Test activities included funding user test, test agencies labor and travel, and preparation of test environments.	2.844 0	- 	-
Title: SBIR/STTR ⟶ **Articles:** **Description:** Funding is provided for the following effort **FY 2010 Accomplishments:** Funds for Small Business Innovative Research and Science &Technology Transition	0.215 0	- 	-
Accomplishments/Planned Programs Subtotals	23.712	13.576	0.794

Exhibit R-2A, **RDT&E Project Justification:** PB 2012 Army		**DATE:** February 2011
APPROPRIATION/BUDGET ACTIVITY 2040: *Research, Development, Test & Evaluation, Army* BA 5: *Development & Demonstration (SDD)*	**R-1 ITEM NOMENCLATURE** PE 0604822A: *General Fund Enterprise Business System (GFEBS)*	**PROJECT** GF5: *GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)*

C. Other Program Funding Summary ($ in Millions)

Line Item	FY 2010	FY 2011	FY 2012 Base	FY 2012 OCO	FY 2012 Total	FY 2013	FY 2014	FY 2015	FY 2016	Cost To Complete	Total Cost
• BE4168: *OPA,*	44.762	97.858	23.664		23.664		6.314	2.692	2.706	Continuing	Continuing
• 432612: *OMA,*	66.245	74.306	61.290		61.290		58.317	53.853		Continuing	Continuing

D. Acquisition Strategy

GFEBS is being procured as a performance-based acquisition to encourage innovative and creative solutions and to avoid hampering, dictating, or prescribing how the work must be performed. Therefore, the focus of the Statement of Objectives (SOO) was on "what" the Army is trying to achieve instead of "how" it must be achieved. The use of an SOO is an emerging method that transforms the acquisition process by requiring each of the competing contractors to develop their unique proposed technical approach, work breakdown schedule, project plan and schedule, schedule of deliverable items, performance metrics, performance measurement plan, and quality assurance plan. To achieve its GFEBS project objectives, the Army used an existing Blanket Purchase Agreement (BPA) to select a System Integrator (SI). The contract period of performance is 1 base year with 9 option years. DoD through the Department of the Navy has established enterprise agreements for ERP System Integration Services with five qualified SI(s) that are General Services Administration (GSA) Federal Supply Service (FSS) Schedule holders under the Enterprise Software Initiative (ESI). The Army has selected the SI; all contractor work will be performed under the selected SI's ESI-SI BPA through the award of one task order with several options. Multiple options are anticipated to support each project objective. The products and services described in task orders will be grouped and referenced as Contract Line Item Numbers (CLIN). All CLINs will be awarded on a Fixed Price basis with performance based incentives and disincentives. The task order and all options exercised will be performance based, containing financial incentive and disincentive provisions. Offerors were provided performance based metrics and were required to propose performance incentive and disincentive provisions by CLIN in their Quality Assurance Surveillance Plan (QASP) submitted in response to the Request for Quote (RFQ). The QASP elements were evaluated as part of the evaluation of the Offerors' proposals.

E. Performance Metrics

Performance metrics used in the preparation of this justification material may be found in the FY 2010 Army Performance Budget Justification Book, dated May 2010.

Exhibit R-3, RDT&E Project Cost Analysis: PB 2012 Army		DATE: February 2011
APPROPRIATION/BUDGET ACTIVITY 2040: Research, Development, Test & Evaluation, Army BA 5: Development & Demonstration (SDD)	R-1 ITEM NOMENCLATURE PE 0604822A: General Fund Enterprise Business System (GFEBS)	PROJECT GF5: GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)

Product Development ($ in Millions)

Cost Category Item	Contract Method & Type	Performing Activity & Location	Total Prior Years Cost	FY 2011 Cost	Award Date	FY 2012 Base Cost	Award Date	FY 2012 OCO Cost	Award Date	FY 2012 Total Cost	Cost To Complete	Total Cost	Target Value of Contract
Concept Exploration	Various	Accenture:Various	26.781	-		-		-		-	Continuing	Continuing	Continuing
Development	Various	Accenture:Various	83.375	13.576		0.794		-		0.794	Continuing	Continuing	Continuing
Subtotal			110.156	13.576		0.794		-		0.794			

Support ($ in Millions)

Cost Category Item	Contract Method & Type	Performing Activity & Location	Total Prior Years Cost	FY 2011 Cost	Award Date	FY 2012 Base Cost	Award Date	FY 2012 OCO Cost	Award Date	FY 2012 Total Cost	Cost To Complete	Total Cost	Target Value of Contract
Program Management	Various	Accenture:Various	137.585	-		-		-		-	Continuing	Continuing	Continuing
Subtotal			137.585	-		-		-		-			

Test and Evaluation ($ in Millions)

Cost Category Item	Contract Method & Type	Performing Activity & Location	Total Prior Years Cost	FY 2011 Cost	Award Date	FY 2012 Base Cost	Award Date	FY 2012 OCO Cost	Award Date	FY 2012 Total Cost	Cost To Complete	Total Cost	Target Value of Contract
System Procurement	Various	Accenture:Various	35.228	-		-		-		-	Continuing	Continuing	Continuing
System Maintanence/Item Management	Various	Accenture:Various	15.794	-		-		-		-	Continuing	Continuing	Continuing
Hardware Maintenance	Various	Accenture:various	1.898	-		-		-		-	Continuing	Continuing	Continuing
Software Maintenance	Various	Accenture:various	17.165	-		-		-		-	Continuing	Continuing	Continuing
Subtotal			70.085	-		-		-		-			

	Total Prior Years Cost	FY 2011	FY 2012 Base	FY 2012 OCO	FY 2012 Total	Cost To Complete	Total Cost	Target Value of Contract
Project Cost Totals	317.826	13.576	0.794	-	0.794			

Remarks